



# Where Next? Commercializing Alaska's North Slope Natural Gas Resources

Eric Hatleberg / GPPO Acting Director - Wasilla Chamber of Commerce - May 7, 2013



# GPPO - Who are we?



Arctic Gas  
El Paso Natural Gas Co.  
Alaskan Northwest  
Yukon Pacific  
Alaska Gasline  
Port Authority  
Stranded Gas  
Development Act  
Alaska Natural Gas  
Development Authority (ANGDA)  
Alaska Natural Gas Pipeline Act (ANGPA)  
Alaska Gasline Inducement Act (AGIA)  
Alaska Pipeline Project (APP)  
Denali – the Alaska Gas Pipeline  
Alaska Stand Alone Project (ASAP/"bullet line")  
Alaska South Central LNG Project

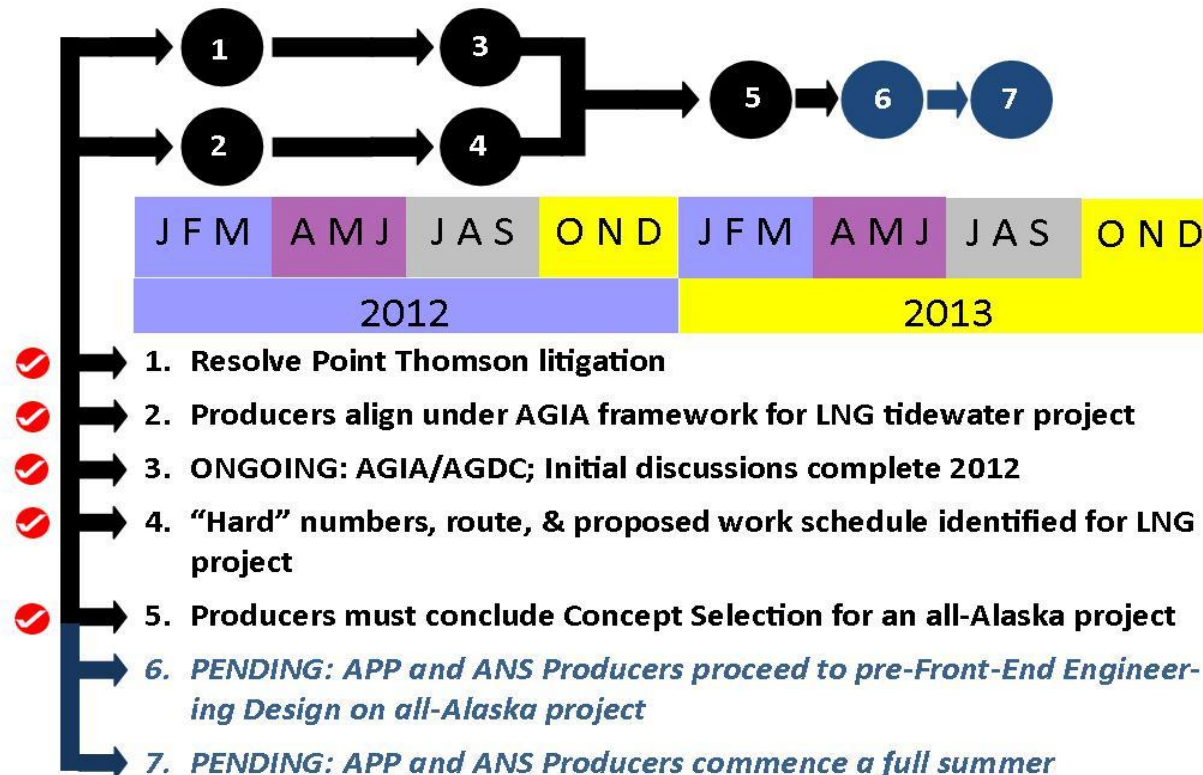


# GPPO - What do we do?



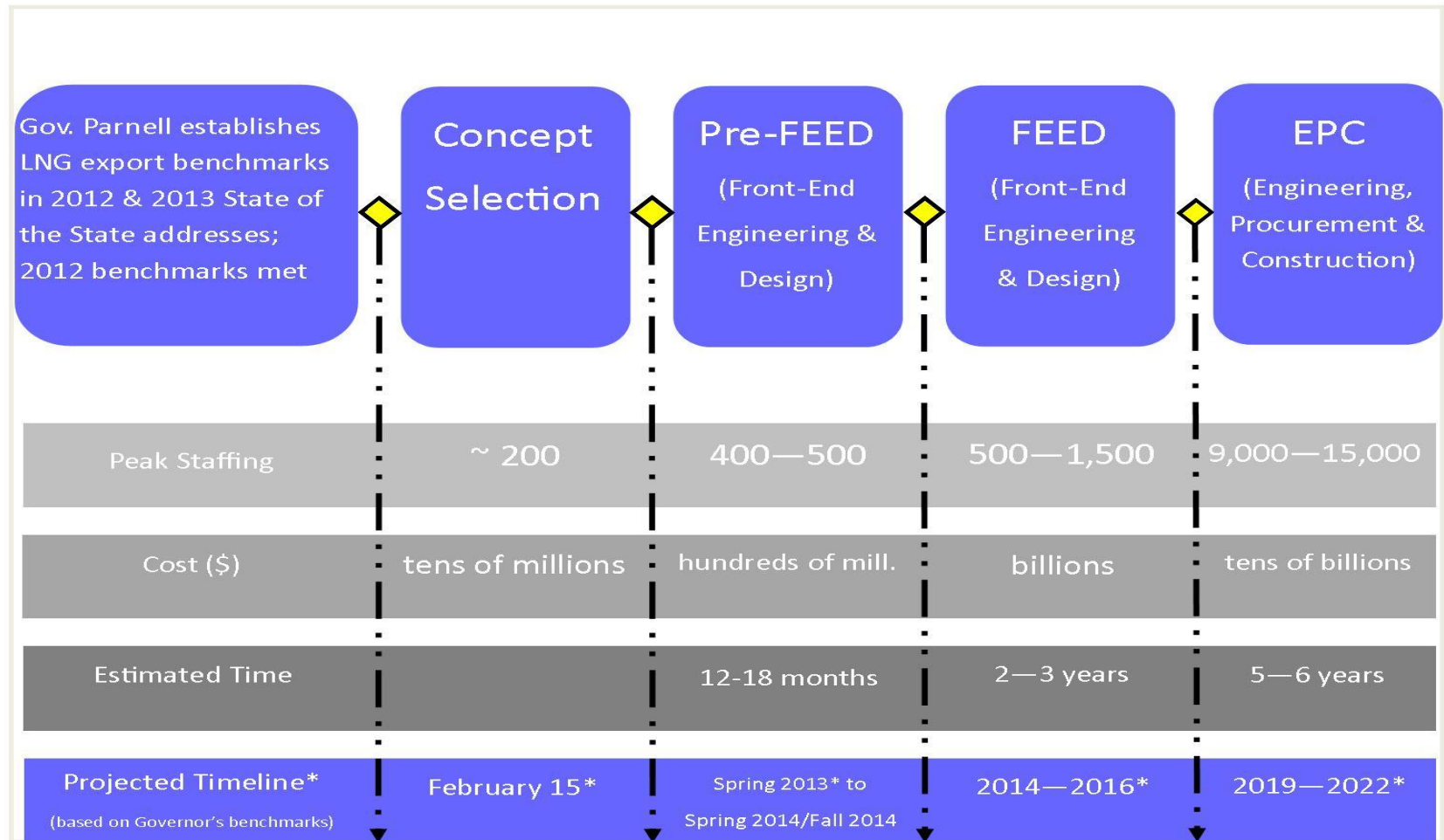
- Facilitate North Slope Gas Commercialization
  - Seed Money
  - Regulatory fast track
- Promote Full LNG Value Chain Opportunities
- Assure Project Timetable
- Provide Project Information to Public

# Project Status: Progress on Governor's Benchmarks





# SC LNG Project Timeline \*



# What's Different Today: ANS Producer Alignment

ExxonMobil

ConocoPhillips



TransCanada

October 1, 2012

Governor Sean Parnell  
550 West 7<sup>th</sup> Avenue, Suite 1790  
Anchorage, Alaska 99501

Dear Governor Parnell:

On March 30, 2012, ExxonMobil, ConocoPhillips and BP submitted a letter informing you of progress in working together on the next generation of North Slope resource development. Since that time, the three producer companies and TransCanada, through its participation in the Alaska Pipeline Project

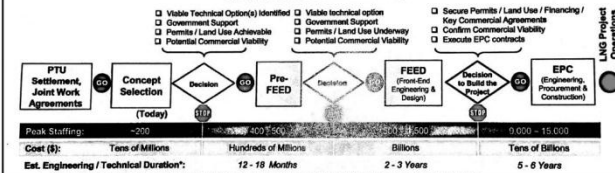
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OCT 03 2012

Office of the Governor  
Anchorage

## Attachment 3 Southcentral Alaska LNG – Work Plans / Key Decision Points

### Requirements to Take Next Step:



- Assessing use of existing and addition of new Prudhoe Bay field facilities
- Mapping multiple pipeline routing variations
- Assessing multiple pipeline sizes
- Providing for at least five in-state gas off-take points

Alaska's North Slope natural gas resources must compete in the global energy markets in order to deliver state revenues, in-state energy supplies, new job opportunities and other economic benefits to Alaskans. While North Slope gas commercialization is challenging, working together, we can maintain the momentum toward our shared vision for Alaska. We will continue to keep you advised of our progress and stand committed to work with the State to responsibly develop its considerable resources.

Sincerely,

Randy Broiles  
ExxonMobil  
Production Company

Trond-Erik Johansen  
ConocoPhillips Alaska, Inc.

John Mingé  
BP Exploration Alaska

Tony Palmer  
TransCanada

ExxonMobil



ConocoPhillips

We agree the next generation of North Slope resource development is achievable, working together with the APP parties, as well as with the State of Alaska. Thank you for your leadership and your confidence in us to take on these challenges. We join you in a vision of prosperity and promise. There is much work to do and opportunities yet to discover.

Sincerely,

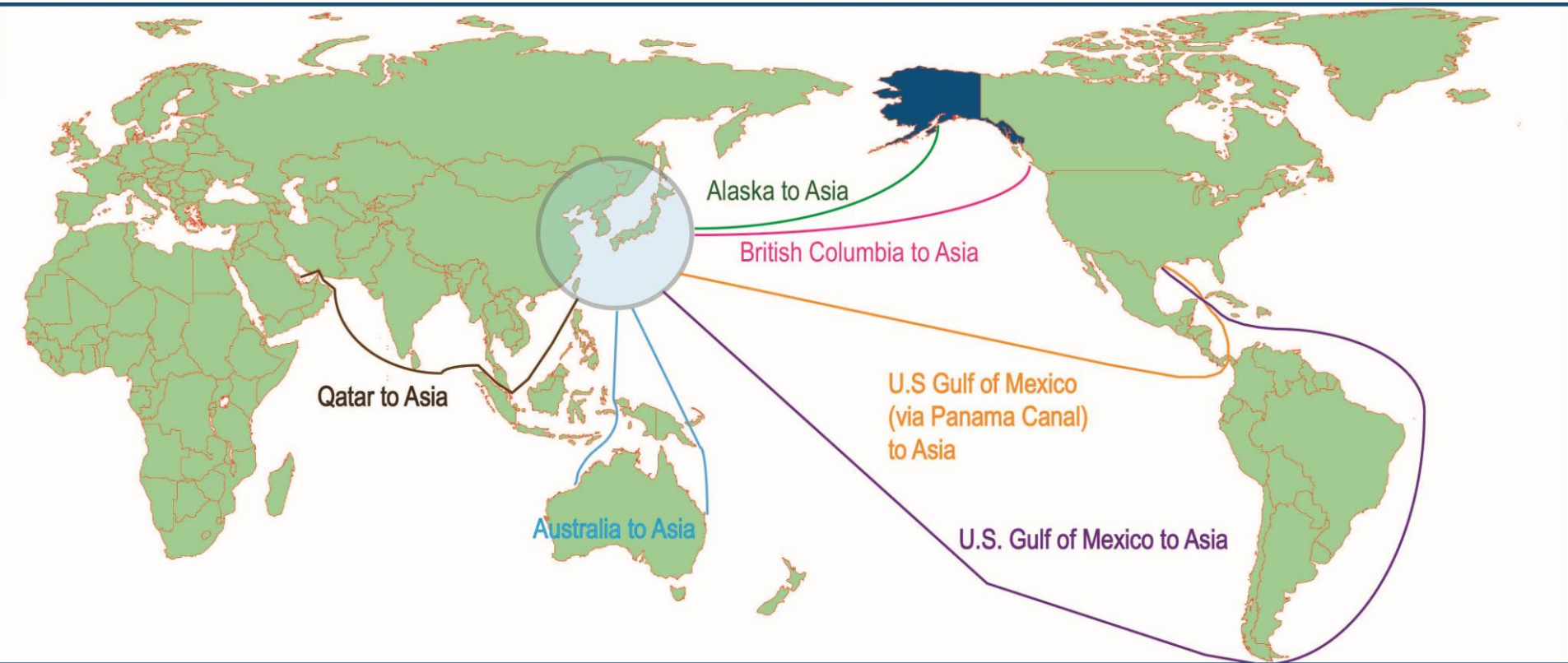
Rex Tillerson

Jim Mulva

Bob Dudley



# What's Different Today : Advantages of Alaska LNG



- Close proximity to Asia LNG markets
- Benefits from U.S. political & legal stability
- No history of regional conflicts
- Proximity/shipping costs are very low
- Use of existing infrastructure reduces cost
- Cold weather efficiencies decrease processing costs



# What's Different Today : Interest from Asian Markets

“Members of my administration and I have undertaken an aggressive advocacy campaign throughout Asia, where liquefied natural gas demand is expected to soar in the coming years. Our goal was to put Alaska on the map as a liquefied natural gas supplier – and that is exactly what we have done.”

We recently welcomed a South Korea delegation representing the largest LNG purchaser in the world. We also held discussions with a consortium of Japanese companies.”

Governor Sean Parnell, State of the State address  
(January 19, 2013)







**Thank You!**  
<http://gasline.alaska.gov>